

May 29, 2008

<u>VIA OVERNIGHT MAIL</u>

Mr. Charlie Goff Senior Energy and Climate Change Analyst Natural Gas STAR Program Eastern Research Group 2300 Wilson Boulevard, Suite 350 Arlington, VA 22201-5436

Re: Quicksilver Resources Inc. 2007 Annual Report

Dear Mr. Goff:

Enclosed is our STAR Program 2007 Annual Report. I apologize for filing late. If you have any questions, please feel free to call.

Sincerely,

Environmental Assistant

Enclosure

Annual Report

2007



Production Sector

Company Name:	Quicksilver Resources Inc.			
Gas STAR Contact:	Maggie Aclin			
Title:	Environmental Assistant			
Address:	777 West Rosedale			
	Suite 300			
City, State, Zip Code:	Fort Worth, TX 76104			
Telephone:	<u>817-665-4975</u>			
Fax:	817-665-5009			
E-mail:	maclin@qrinc.com			

Company Information

	<u>Annual</u>	Repo	rt Su	mmary
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			BMP 2: Insta	ntify and replace high-bleed pneumatic devices all flash tank separators on glycol dehydrators orted Opportunities (please specify): Vapor Recovery Unit (on-going)
Period covered by report:	From:	1/1/07	To:	12/31/07
Signature: Magqu	Ac	lin	Date:	5/29/08

Because the implementation of some technologies reduces emissions for multiple years, Gas STAR allows certain activities to count towards a company's emission reductions beyond the initial year of implementation. Gas STAR designates the maximum length of time that these reductions may accrue as "sunset dates." The Appendix lists these sunset dates. Companies can report the corresponding methane emission reductions each year up to the allowable sunset date. Or, companies may wish to report reductions only once for the implementation year, and have EPA automatically apply the sunset date and count those emissions for the allowable number of years.

In addition to reporting methane emissions reductions, you are welcome to include other information about your company's participation in Natural Gas STAR in the "Additional Program Accomplishments" section of this form. The Natural Gas STAR Program will use any information entered in this section to recognize the efforts and accomplishments of outstanding partners.



Production Sector Annual Report

OMB Control No. 2060-0328

	F	Partner Reported O	pportun	ities (PROs)	ONIO CONTO NO. 2060-032	
		Current Yea			<u> </u>	
A. Facilit	ty/location identifier inform	nation: Cowtown Gas Proce	essing Plant			
B. Activi activity,	ty description: Please pro please use a separate pag	vide a separate PRO repor se for each location/facility	ting form for surveyed.	or <u>each</u> activity reported. If	reporting a DI&M	
Please sp	Please specify the technology or practice that was implemented (choose from the list in the appendix or describe your own):			Please describe how your company implemented this activity:		
C. Level of Implementation (check one): Number of units installed: units Frequency of practice: times/year			E. Are emissions reductions a one-year reduction or a multi-year reduction? One-year Multi-year If Multi-year: Partner will report this activity once and let EPA automatically calculate future emission reductions based on sunset date duration*. Partner will report this activity annually up to allowed sunset date.			
E. Methane emissions reduction: 89,796			F. Cost summary: Estimated cost of implementing this practice/activity (including equipment and labor): \$			
Please	identify the basis for the	emissions reduction estin	nate, using	the space provided to show	any calculations	
Actual	field measurement		Othe	er (please specify):		
For assista Emission R	ation using manufacturer sp nce quantifying the methane en eduction Quantification Refere sstar/docs/quantifying_ngs_me	nission reductions achieved by nce Guide, available on the Ga	a particular t s STAR Web	echnology or practice, please ref site at:	er to the Gas STAR	
G. Total value of gas saved: \$628,572 Total value of gas saved = Methane emissions reduction (in Mcf) x Gas value (in S/Mcf) [If not known, use default of \$7.00/Mcf]			H. To what extent do you expect to implement this practice next year?			
		Previous Year	s' Activi	ities		
Use	the lable below to report an	y past implementation of thi	s PRO, but	not previously reported to Nat	ural Gas STAR	
Year	Frequency of Practice/Activity or # of Installations	Total Cost of Practice/Activity (incl. equipment and labor) (\$)		Estimated Reductions (Mcf/yr)	Value of Gas Saved (\$)	
						

PRO Comments: Please use the back of the page for additional space if needed.

^{*} Because the implementation of some technologies reduces emissions for multiple years, Gas STAR allows certain activities to count towards a company's emission reductions beyond the initial year of implementation. Gas STAR designates the maximum length of time that these reductions may accrue as "sunset dates." The Appendix lists these sunset dates. Companies can report the corresponding methane emission



Production Sector Annual Report

OMB Control No. 2060-0328

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Production Sector Annual Report

OMB Control No. 2060-0328

Additional Program Accomplishments

The Natural Gas STAR Program will use any information entered here to recognize the efforts and achievements of outstanding partners.

Please include any additional information you would like to share about your company's participation in Natural Gas STAR. Examples may include:

- Activities to strengthen your program (e.g., training/education, innovative technologies or activities, pilot projects, employee incentive programs).
- Efforts to communicate your participation and successes (e.g., internal newsletters, press releases, company Web site).
- Participation in Natural Gas STAR program activities (e.g., contributions to case studies, presentation at annual workshop).

Additional Accomplishments:

- · Annual pipeline leak inspection;
- Annual valve inspection (pipe to soil reading);
- · Semi-annual release valve testing;
- · Quarterly inspection of road and railroad crossing areas;
- Monthly rectifier readings;
- Every 3 years atmospheric corrosion survey (2007); and
- Every two week aerial liquid line inspection